

Public Report Sustainable Forest Management System

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CLIENT NAME: CV ALAM LESTARI

TOTAL HECTARES: 4,868.65

SCOPE OF REGISTRATION: Sustainable Forest Management of 4,868.65 Hectares of Plantation Forest in Riau Province

STANDARD/CRITERIA: IFCC SFM & CLIENT DOCUMENTED MANAGEMENT SYSTEM

TYPE OF AUDIT: Recertification

AUDIT START DATE: September 7, 2022

In signing this document the Audit team confirms that they have had no involvement with the company under audit in terms of consultancy, training, direct employment etc. within the last 2 years and have no other involvement (financial, shareholding or commercial) that would constitute a Conflict of Interest

AUDIT END DATE: September 9, 2022

LEAD AUDITOR: Zaenal Arifin

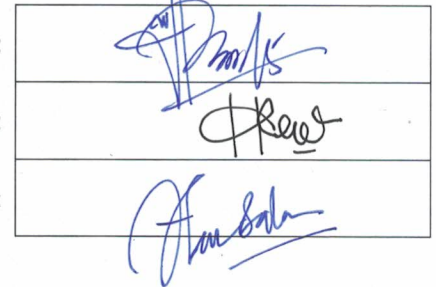
SIGNATURE:

AUDIT TEAM: Ence Hedi Hasan Zubaedi

SIGNATURE:

Abdul Salam

SIGNATURE:



MAJOR CARS: 0

MINOR CARS: 3

SITE NAME (Legal Name):	ADDRESSES OF COMPANY SITES VISITED including country	DATE OF EACH SITE VISIT:
Head Office	Jl. Sei Duku No. 333, Kelurahan Tanjung Rhu, Kecamatan Lima Puluh, Pekanbaru 28143, Riau Province, Indonesia	September 7, 2022
Site	Kecamatan Pelalawan, Kabupaten Pelalawan, Provinsi Riau, Indonesia	September 8 to 9, 2022
SITE NAME (Legal Name):	ADDRESSES OF ADDITIONAL SITES NOT VISITED BUT STILL COVERED BY THE REGISTRATION INCLUDING COUNTRY- TO BE COMPLETED IF CLIENT IS UNDER A SITE SAMPLING AUDIT PLAN	
N/A		

Brief Description of the concession

The concession area of CV Alam Lestari was approved based on the Decree of the Regent of Pelalawan Regency Number 522.21/IUPHHKHT/1/2003/015 dated January 30, 2003 of 3,300 ha located in Pelalawan District, Pelalawan Regency, Riau Province. Then, the total area changed as referred to the measurement of its area boundaries. The new area has been approved by the Minister of Forestry and Environment through the Decree No. SK981/Menlhk/setjen/PLA.2/11/2019 dated November 7, 2019, regarding the Determination of the Working Area of Timber Forest Product Utilization Permits of CV Alam Lestari Plantation Forest of 4,868.65 ha in Pelalawan Regency, Riau Province. There is no natural forest conversion area above December 31, 2010, the scope of IFCC certification is 4,868.65 ha.

The Management Unit has a ten-year Management plan, namely the Revised Business Work Plan of Utilization of Industrial Timber Forest Products (RKUPHHK-HTI) of 2017 to 2026 on behalf of CV Alam Lestari in Riau Province which was ratified by Decree No. SK6059/MenLHK-PHPL/UHP/HPL.1/6/2019 dated June 28, 2020. According to the document, the spatial is divided into Local Protected Areas and Other Protected Areas of 1,010.65 ha (20.76%), Staple Plant area of 3,097.0 ha (63.61%) and Livelihood Plant area of 761.00 ha (15.63%).

CV Alam Lestari is geographically located between the coordinates 00° 33' 44" to 00° 25' 30" North and 102° 15' 59" to 102° 20' 24" East. CV Alam Lestari is surrounded by Industrial Plantation Forest companies, to the north side with IUPHHK-HT CV Bhakti Praja Mulia, south and west side with IUPHHK-HT PT Riau Andalan Pulp and Paper, and to the east side with IUPHHK-HA Yos Raya Timber (PT Gemilang Cipta Nusantara). In government administration, the work area of CV Alam Lestari is located in Pelalawan District, Pelalawan Regency, Riau Province. The site condition of the Management Unit's working area is peat soil, on which basis the species being cultivated is *Acacia crassicarpa*.

The Management Unit has complied with the regulations related to peatland management. CV Alam Lestari has carried out:

- Revision of RKUPHHK in order to improve Peat Management based on Decree of the Minister of Environment and Forestry of the Republic of Indonesia Number SK.942/MenLHK/Setjen/UHP/HPL.1/3/2018 dated March 2, 2018, and Decree of the Minister of Environment and Forestry of the Republic of Indonesia Number SK. 6059/MenLHK-PHPL/UHP/HPL.1/6/2019 dated 28 June 2019. There is no peat dome peak.
- Prepared Reports on the Implementation of Peatland Ecosystem Restoration and Forest and Land Fire Control based on the Decree of the Director General of Pollution Control and Environmental Damage No. 102/PPKL/PKG/PKL.05/10/2018 dated 21 September 2018.
- Made adjustments for one year activities based on the Decree of the Minister of Environment and Forestry of the Republic of Indonesia Number SK.8510/MenLHK-PHPL/UHP/HPL.1/12/2018 dated December 10, 2018.

Description of the socio-economic conditions of the concession and the concession's social programs

The residents around CV Alam Lestari have a livelihood as oil palm and rubber farmers. There are no communities residing within the concessions. The majority of the people who live in Rangsang Village are Malays, while those in Sungai Ara Village include Malays, Javanese, Lombok, and Kalimantan. There is no conflict with the community around the company. CV Alam Lestari concession is surrounded by PT SAU, PT Madukoro Lestari, CV BPM and PT RAPP corridor road.

In this Recertification Audit, there is no new cooperation agreement with the community. The existing agreements are Livelihood Plant Managements with two villages and the establishment of Community with Fire Awareness. The Management Unit has monitored the utilization of non-timber forest product in its working area, which is in the form of fish. According to the report of Non-Timber Forest Product of 2022, until August, the utilization of fish by the community has reached 320 kgs.

The company's Community Development Program consists of six areas of activity, namely education, health, religion, economics, infrastructure, and social and environment. In 2021, the realization of the Community Development Program

reached 116%. Meanwhile this year, it has only reached 33%. The implementation of the Community Development Program for example are aid of library equipment for school and computer and printer unit assistance for village office.

Description of the Ecological conditions of the concession

The Management Unit carried out Forest Ecosystem and Hydrological Function Management through the following activities:

- Identification of forest management activities that have significant impacts, and conduct environmental impact assessments through UKL/UPL Document of IUPHHK-HT CV Alam Lestari. Revision RKUPHHK 2017 to 2026 Improvement of Peat Management. The implementation of environmental management and monitoring every semester is presented in the Environmental Permit Implementation Report (RPL/RKL),
- Reduced Impact Logging activities are carried out in stages before, during, and after logging activities,
- Identification of areas that function for soil and water protection which are designated as the protected area, namely the river border, KPPN/KPSL and other protected areas,
- Monitoring the negative impacts of forest management activities in the concession area in accordance with the UKL and UPL Documents of CV Tuah Negeri, 2002, and documented procedures that serve as guidelines, namely SOP for Monitoring Protected Areas, SOP for Monitoring Debit and Water Quality and SOP for Monitoring Subsidence and PPWT. As well as for the controlled use of B3 (Hazardous and Toxic Materials), namely SOP for Management of Hazardous and Toxic Material (B3) Waste, SOP for Handling Spills of Fuel, Lubricants and Chemicals, SOP for Weed Control, and SOP for Countermeasures Integrated Pests and Diseases.

The Management Unit performed Biodiversity Management through the following activities:

- Identification and Inventory of protected, endemic, rare and threatened/near-extinct flora and fauna as well as their habitats and migration patterns in the IUPHHK-HTI area in accordance with applicable regulations through the inventory activities. The results of the identification and inventory can be found in the UKL and UPL documents of CV Alam Lestari 2002, the Revised RKUPHHK 2017 to 2026, and RKL/RPL Semester Reports. The results of identification also being reference for fauna distribution map, although there is no flora distribution map,
- Management of Protected Areas in accordance with the RKL/RPL Implementation Report every semester as well as SOPs for Determining Protected Areas and SOPs for Monitoring Protected Areas,
- Environmental impact assessment on the potential impacts on protected, endemic, rare and threatened/near-extinct flora and fauna, through 2002 UKL and UPL document,
- The staple plant species cultivated are not genetically modified tree species but *Acacia crassicarpa*.

The Management Unit implemented Forest Protection through the following activities:

- Identification and monitoring of disturbances in Sustainable Forest Management. The results can be found in the UKL and UPL documents of CV Alam Lestari 2002, the Revised RKUPHHK 2017 to 2026, and RKL/RPL Semester Reports,
- Prevention and handling pest attacks, as well as regulations of chemical pesticides, referred to documented procedures, such as SOP for Integrated Pest and Disease Management, SOP for Handling Spills of Fuel, Lubricants and Chemicals and SOP for Management of Hazardous and Toxic Material Waste,
- Implementation of appropriate steps in forest protection activities. Implementation of forest protection measures against fire hazards. There was no community grazing activity in the work area.

Results of the Public Consultation

Prior to carrying out the Recertification Audit, PT AJA Sertifikasi Indonesia conducted a public consultation starting August 01, 2022, asking stakeholders to provide feedback and information about CV Alam Lestari. The public consultation was uploaded to the PT AJA Sertifikasi Indonesia website (www.ajaindonesia.com), sent to parties by email or postal mail, and published in local newspapers. PT AJA Sertifikasi Indonesia does not receive input from the public consultation.

The audit team also collected information from the mass media about CV Alam Lestari. The reported cases are considered as part of the PT AJA Sertifikasi Indonesia audit process.

The Management Unit has identified all the requirements needed for this certification process, which consists of legal aspects which include compliance with international regulations and rules and conventions. The management system has been built to cover all activities in the field of certification, registered for certification covering an area of 4,868.65 hectares.

Findings on the certified client conformity with the certification requirements and description of critical issues in relation to the conformity.

The result of this Recertification Audit is 3 (three) non-conformities in Minor categories. The Management Unit has made improvements. No critical issues occur.

No.	Non-conformity (NC)	Corrective Action Performed	Category
1	The condition of measuring instruments (meters, poles, water level scales, stopwatches, catalysts, etc.) for monitoring and evaluating water measurements is inadequate. Indicator I.6.5	CV Alam Lestari has issued a purchasing order for diameter tip and Nansen water sampler on October 3, 2022.	Minor
2	The condition of measuring instruments (GPS, Haga, Phi band) for monitoring and evaluating vegetation structure is inadequate. Indicator I.7.1	CV Alam Lestari has issued a purchasing order for diameter tip and Nansen water sampler on October 3, 2022.	Minor
3	CV Alam Lestari did not have trash bins (for organic and inorganic) at the base camp of CV Alam Lestari and PT Reformasi Berkat Lestari Contractor). Indicator I.12.6	CV Alam Lestari has provided domestic trash bins and increased awareness and knowledge of the team and contractors regarding the importance of cleanliness and waste management.	Minor

Conditions under which the certificate is issued

Certificate number AJA/IFCC-PEFC/FMC-HT/00036/II/2017 is valid until February 27, 2026, provided that CV Alam Lestari completes all corrective actions according to the time schedule proposed in its corrective action responses and does not have the same problems at the next Surveillance visits. If the non-conformities are not closed at the next Surveillance, the certificate will be suspended until such time as AJA is able to perform a closeout visit.